



General Assembly

January Session, 2021

Proposed Bill No. 6187

LCO No. 2354



Referred to Committee on FINANCE, REVENUE AND BONDING

Introduced by:

REP. ELLIOTT, 88th Dist.
REP. ARNONE, 58th Dist.
REP. SMITH, 48th Dist.
REP. TERCYAK, 26th Dist.
REP. VARGAS, 6th Dist.
REP. PHIPPS, 100th Dist.
REP. SANCHEZ, 24th Dist.
REP. MICHEL, 146th Dist.
REP. PORTER, 94th Dist.
REP. PALM, 36th Dist.
REP. NOLAN, 39th Dist.
REP. LUXENBERG, 12th Dist.
REP. HUGHES, 135th Dist.

REP. JOHNSON, 49th Dist.
REP. LEMAR, 96th Dist.
REP. GODFREY, 110th Dist.
REP. GUCKER, 138th Dist.
REP. HENNESSY, 127th Dist.
REP. DIMASSA, 116th Dist.
REP. GILCHREST, 18th Dist.
REP. FARRAR, 20th Dist.
REP. D'AGOSTINO, 91st Dist.
REP. CHAFEE, 33rd Dist.
REP. GIBSON, 15th Dist.
REP. ROSARIO, 128th Dist.

AN ACT CONCERNING THE RESTRUCTURING OF CERTAIN TAXES AND TAX EQUITY.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 That (1) the general statutes be amended to (A) increase the property
- 2 tax credit to four hundred dollars, (B) increase the applicable percentage
- 3 of the earned income tax credit to fifty per cent and expand eligibility
- 4 for said tax credit, (C) establish a ten per cent tax on the annual gross
- 5 revenues derived from digital advertising services in the state for any

6 business with annual world-wide gross revenues exceeding ten billion
7 dollars, (D) establish a two per cent tax on the portion of assessed value
8 of any owner-occupied residential real property exceeding one million
9 five hundred thousand dollars, (E) eliminate the fifteen-million-dollar
10 estate tax cap and reduce the estate tax exemption thresholds, (F)
11 increase the rate of tax imposed under section 12-214 of the general
12 statutes to eleven and one-half per cent and the surcharge under said
13 section to twenty per cent, (G) establish a surcharge of five per cent of
14 the net gain from the sale or exchange of capital assets and on dividend
15 and interest income for (i) unmarried individuals and married
16 individuals filing separately, with taxable income over five hundred
17 thousand dollars, and (ii) heads of household, married individuals filing
18 jointly and individuals filing as surviving spouses, with taxable income
19 over eight hundred thousand dollars, and (H) adjust the marginal
20 income tax rates for (i) unmarried individuals with taxable income over
21 (I) five hundred thousand dollars to eight and eighty-two-hundredths
22 per cent, and (II) one million dollars to twelve and six hundred ninety-
23 six-thousandths per cent, (ii) heads of household with taxable income
24 over (I) eight hundred thousand dollars to eight and eighty-two-
25 hundredths per cent, and (II) one million two hundred thousand dollars
26 to twelve and six hundred ninety-six-thousandths per cent, (iii) married
27 individuals filing jointly and individuals filing as surviving spouses,
28 with taxable income over (I) eight hundred thousand dollars to eight
29 and eighty-two-hundredths per cent, and (II) one million two hundred
30 thousand dollars to twelve and six hundred ninety-six-thousandths per
31 cent, and (iv) married individuals filing separately with taxable income
32 over (I) five hundred thousand dollars to eight and eighty-two-
33 hundredths per cent, and (II) one million dollars to twelve and six
34 hundred ninety-six-thousandths per cent, and (2) the Labor
35 Commissioner be required to make a one-time direct payment of five
36 hundred dollars to all individuals who experienced economic hardships
37 due to the COVID-19 pandemic and received unemployment
38 compensation benefits between March 15, 2020, and December 31, 2020,
39 inclusive.

Statement of Purpose:

To restructure certain taxes to assist in the economic recovery of all state residents and require the Labor Commissioner to make a one-time direct payment of five hundred dollars to individuals who experienced economic hardships due to the COVID-19 pandemic and received unemployment compensation benefits between March 15, 2020, and December 31, 2020, inclusive.